

## Appendix

### 1 Payoffs to each strategy from playing the public goods game

Let  $V(A|i, j)$  be the payoff to an individual of strategy type  $A$  from playing a public goods game in a social group where there are  $i$  *Cooperators* (C),  $j$  *Defectors* (D) and  $l = n - 1 - i - j$  *Loners* (L), among the  $n - 1$  others in the group.

#### 1.1 Non-rival consumption

The payoffs if consumption of the public goods is non-rival are:

$$\begin{aligned} V(L|i, j) &= h_l \\ V(D|i, j) &= \begin{cases} h_d + \frac{i}{n}b & \text{if } i + j > 0 \\ h_l & \text{if } i + j < 0 \end{cases} \\ V(C|i, j, k) &= \begin{cases} h_c + \frac{i+1}{n}b & \text{if } i + j > 0 \\ h_l & \text{if } i + j < 0 \end{cases} \end{aligned}$$

#### 1.2 Rival consumption

The payoffs if consumption of the public goods is rival are:

$$\begin{aligned} V(L|i, j) &= h_l \\ V(D|i, j) &= \begin{cases} h_d + \frac{(\frac{i}{n})b + (\frac{i}{n})^2 s}{i+j+1} & \text{if } i + j > 0 \\ h_l & \text{if } i + j = 0 \end{cases} \\ V(C|i, j) &= \begin{cases} h_c + \frac{(\frac{i+1}{n})b + (\frac{i+1}{n})^2 s}{i+j+1} & \text{if } i + j > 0 \\ h_l & \text{if } i + j = 0 \end{cases} \end{aligned}$$

## 2 Expected payoffs

To calculate the fitness of each type we derive the expected payoff of each strategy given by  $P_L$ ,  $P_D$ , and  $P_C$ . The probability that a focal individual being in a group with  $i$  *Cooperators*,  $j$  *Defectors* and  $l = n - 1 - i - j$  *Loners* among the other  $n - 1$  individuals,  $\Pr(i, j)$ , is

$$\Pr(i, j) = \frac{(n-1)!x^i y^j z^l}{i!j!l!}$$

where

$x$  = frequency of *Cooperators* in the population

$y$  = frequency of *Defectors* in the population

$z$  = frequency of *Loners* in the population

and  $x + y + z = 1$ .

### 2.1 Non-rival consumption

$$\begin{aligned} P_L &= h_l \\ P_D &= p(i + j > 0)E[h_d + \frac{i}{n}b|i + j > 0] + p(i + j = 0)h_l \\ &= h_d(1 - z^{n-1}) + \frac{b}{n}x(n-1) + h_l z^{n-1} \\ P_C &= p(i + j > 0)E[h_c + \frac{i+1}{n}b|i + j > 0] + p(i + j = 0)h_l \\ &= (h_c + \frac{b}{n})(1 - z^{n-1}) + \frac{b}{n}x(n-1) + h_l z^{n-1} \end{aligned}$$

## 2.2 Rival consumption

$$\begin{aligned}
P_L &= h_l \\
P_D &= p(i+j > 0)E \left( h_d + \frac{b \left( \frac{i}{n} \right) + s \left( \frac{i}{n} \right)^2}{1+i+j} \middle| i+j > 0 \right) + p(i+j = 0)h_l \\
&= h_d(1 - z^{n-1}) + F(x, z) \left( \frac{b}{n} + \frac{s}{n^2} \right) - \left( \frac{x}{1-z} \right) F(x, z) \frac{2s}{n^2} \\
&\quad + \frac{s}{n^2} \left( \frac{x}{1-z} \right)^2 (1-z)(n-1) + h_l z^{n-1} \\
P_C &= p(i+j > 0)E \left( h_c + \frac{b \left( \frac{i+1}{n} \right) + s \left( \frac{i+1}{n} \right)^2}{1+i+j} \middle| i+j > 0 \right) + p(i+j = 0)h_l \\
&= h_c(1 - z^{n-1}) + F(x, z) \left( \frac{b}{n} + \frac{3s}{n^2} \right) - \left( \frac{x}{1-z} \right) F(x, z) \frac{2s}{n^2} \\
&\quad + \frac{s}{n^2} \left( \frac{x}{1-z} \right)^2 (1-z)(n-1) + \left( \frac{1-z^n}{n(1-z)} \right) \left( \frac{b}{n} + \frac{s}{n^2} \right) + \left( h_l - \frac{b}{n} - \frac{s}{n^2} \right) z^{n-1}
\end{aligned}$$

where

$$F(x, z) = \left( \frac{x}{1-z} \right) \left( 1 - \frac{1-z^n}{n(1-z)} \right)$$